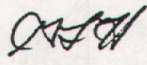


September 2, 1981

Memo to File

RE: 5-M Incorporated  
Silver Reef Mine  
ACT/053/002  
Washington County, Utah

On August 19, 1981, the Silver Reef Mine in Washington County, Utah, was visited by Gilbert Hunt and Tom Tetting of the Division and accompanied by Joe Ipson of 5-M Incorporated. This operation is currently in a latent stage. The company is in the process of negotiating for financial support. The ponds on-site are at present partially filled with acid-brine solution and it will be processed upon reactivation of the operation. The roads on the property had been recently graded. Most of the old shafts have been fenced but some remain open. The majority of work to date has been concerned with the removal, reprocessing and cleanup of old refuse ore piles, although future mining is still anticipated.

GILBERT L. HUNT   
RECLAMATION HYDROLOGIST

GLH/te